

Illinois Investment Policy Board

Minutes of the regular meeting of the board

March 28, 2018

Call to Order

A regular meeting of the members of the Illinois Investment Policy Board ("Board") convened on Wednesday, March 28, 2018 in the James R. Thompson Center located at 100. W Randolph St. , 16th floor.

The following members of the Board were in attendance:

Mitchell Goldberg (Board Chair)

Michael Mahoney

William Atwood

Dick Ingram

Martin Noven

Alicia Oberman

Andy Lappin's absence was excused. Goldberg called the meeting to order at 1:00 pm.

Approval of Minutes

The minutes of the meeting of the Board held February 15, 2018 were presented to the members by Goldberg. No additions or corrections were noted. By vote upon motion (by Mahoney, seconded by Ingram), the Minutes were approved (6-0) as written.

Public Comments

None.

Administrative Matters

Goldberg announced the addition of the Expatriate company restrictions list to the purview of the Sudan/Iran Restrictions Committee.

Goldberg announced his prior appointment of Mahoney to serve on the Israel Boycott Restrictions Committee and the Iran/Sudan/Expatriate Restrictions Committee.

Report from the Committee on Israel Boycott Restrictions

Goldberg reported on the meeting of the Committee. Goldberg reported that ISS-Ethix had not yet provided further information regarding TOBAM Core Investment. He further reported that, per communications from ISS-Ethix indicating, that the Committee recommended that the IIPB add three additional companies as engaging in Israel Boycott pursuant to the statute: Sampension Kp Livsforsikring A/S, DNB ASA, and PFA Pension Forsikrings AS. The Committee further recommended that notice be sent to same and that they be subsequently added to the Israel Boycott Restrictions list.

Goldberg also reported on a report provided by the Israel American Committee on an additional company, Storebrand, which supported that it is a company engaging in Israel Boycott. The Committee voted to recommend to the IIPB that Storebrand be identified as a company boycotting Israel, that notice be sent to same, and that it be subsequently added to the Israel Boycott Restrictions list.

Mahoney moved (seconded by Atwood) that IIPB accept the recommendations of the Committee. The motion passed (6-0).

Report from the Committee on Sudan and Iran Restrictions

Atwood reported that the Committee met earlier. Atwood reported that new lists for Sudan restrictions and Iran restrictions had been produced using recommendations from ISS-Ethix. The Committee recommended to put over adoption of the lists until the 6/13 meeting of the Board so that the retirement systems could evaluate the new lists.

Atwood also reported on the status of creating the expatriate company list required to be established by IIPB by April 1, 2018. The following companies were identified by Sustainalytics, IIPB's vendor, as expatriate entities pursuant to the Illinois statute: Nabors Industries Ltd., James River Group Ltd., Rowans Cos. Plc., Samsonite International SA, CardTronics, Theravance Biopharma Inc. The Committee recommend that the IIPB accept the Sustainalytics list as submitted and to notify each company on that list of its being identified as an Expatriated Entity. The Committee further recommended that an asterisk be placed at each entity name indicating "Pursuant to 40 ILCS 5/1-110.16, the IIPB was required to include companies identified as expatriated entities in the list of restricted companies by April 1, 2018. Notice has been sent to these companies pursuant to 40 ILCS 5/1-110.16(e)(1) prior to taking final action."

Noven moved (seconded by Ingram) that IIPB accept the recommendations of the Committee. The motion passed (6-0).

Other Business

None

Board Member Comments

None

Upcoming Meetings

The next meeting will be on June 13, 2018 at 1:00 p.m., unless otherwise scheduled, which will be provided with due and timely notice posted.

Adjournment

Seeing no further business Oberman motioned to adjourn at 1:29 p.m. Seconded by Ingram. The motion was approved (6-0).